LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Conservation Auditorium, 1st Floor, State Land & Natural Resources Building, 625 North 4th Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, OCTOBER 3, 2000**, upon the application of **DENBURY RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **11,120' Sand, Reservoir B,** in the Bayou Rambio Field, Terrebonne Parish, Louisiana.

- 1. To create a single drilling and production unit, designated the 11120 RB SUA, for the exploration for and production of oil and gas.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate the Denbury Resources, Inc. H Bourg Corp No. 1 Well as the unit well for the proposed unit.
- 4. To designate Denbury Resources, Inc. as the unit operator for the proposed unit.
- 5. To provide that the Commissioner of Conservation should be authorize to reclassify the 11120 RB SUA by Supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
- 6. To recognize the 11,120' Sand, Reservoir B, as a new reservoir for purposes of Act 2 of 1994 (LA. R.S. 47:648.1 et seq), as that reservoir was neither penetrated nor produced by a well prior to September 30, 1994.
- 7. To recognize the Denbury Resources, Inc. H Bourg Corp No. 1 Well as a Discovery Well for purposes of Act 2 of 1994 (LA. R.S. 47:648.1 et seq) as a result of its completion in the 11,120' Sand, Reservoir B.
- 8. To consider such other matters as may be pertinent.

The 11,120' Sand, in the Bayou Rambio Field, Terrebonne Parish, Louisiana, is hereby defined as that certain gas and condensate bearing interval encountered between the depths of 11,133' (-11,071' ss) and 11,167' (-11,082' ss) electric log measurements, in the Denbury Resources, Inc. - H Bourg Corp No. 1 Well, located in Section 6, Township 20 South, Range 17 East.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Lafayette**, Louisiana.

BAYOU RAMBIO FIELD 00-651

All parties having interest therein shall take notice thereof.

BY ORDER OF:

PHILIP N. ASPRODITES COMMISSIONER OF CONSERVATION

Baton Rouge, La 8/29/00;9/2/00 L dpe

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT <u>DEPARTMENT OF NATURAL RESOURCES</u>, <u>PERSONNEL SECTION</u> AT P.O. BOX 94396, BATON ROUGE, LA 70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.